

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

W

W-01983A  
White Mountain Lake Estates, Inc.  
P.O. Box 90890  
White Mountain Lake, AZ 85912

**ANNUAL REPORT**  
**RECEIVED**

DEC 07 2004

AZ Corporation Commission  
Director Of Utilities

**FOR YEAR ENDING**

12	31	2003
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FOR COMMISSION USE

ANN04	03
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## COMPANY INFORMATION

<b>Company Name (Business Name)</b> White Mountain Lake Estates, Inc.		
Mailing		Street
Mailing Address	P.O. Box 90890	8252 Silver Creek Drive
	(Street)	
White Mountain Lake	AZ	85912-0890
(City)	(State)	(Zip)
928-537-7583	928-537-5761	928-601-7544
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address property@wmonline.com		
Mailing		Street
Local Office Mailing Address	P.O. Box 90890	8252 Silver Creek Drive
	(Street)	
White Mountain Lake,	AZ	85912-0890
(City)	(State)	(Zip)
928-537-7583	928-537-5761	928-601-7544
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address property@wmonline.com		

## MANAGEMENT INFORMATION

<b>Management Contact:</b> Lemuel S. Cook		President / General Manager	
Mail: P.O. Box 90788		(Name) (Title)	
Street: 1930 Beloud Place, White Mountain Lake, AZ 85912-0788			
(Street)	(City)	(State)	(Zip)
928-537-8168	928-537-05761	928-601-7544	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address property@wmonline.com			
<b>On Site Manager:</b> Lemuel S. Cook			
Mail: P.O. Box 90788		(Name)	
Street: 1930 Beloud Place, White Mountain Lake, AZ 85912-0788			
(Street)	(City)	(State)	(Zip)
928-537-8168	928-537-5761	928-601-7544	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address property@wmonline.com			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

**Statutory Agent:** Lemuel S. Cook

Mail: P.O. Box 90788 (Name)

Street: 1930 Beloud Place, White Mountain Lake, AZ 85912-0788

(Street)

(City)

(State)

(Zip)

928-537-8168

928-537-5761

928-601-7544

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Attorney:** John A. Schulenburg

(Name)

6909 E. Greenway Parkway - Suite 245, Scottsdale, AZ 85254

(Street)

(City)

(State)

(Zip)

480-998-2747

866-239-5400

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### **OWNERSHIP INFORMATION**

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### **COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☒ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

**COMPANY NAME**

White Mountain Lake Estates, Inc.

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization	-0-	-0-	-0-
302	Franchises	-0-	-0-	-0-
303	Land and Land Rights	32,841	-0-	32,841
304	Structures and Improvements	23,114	14,578	8,536
307	Wells and Springs	16,639	16,639	-0-
311	Pumping Equipment	25,031	20,802	4,229
320	Water Treatment Equipment	-0-	-0-	-0-
330	Distribution Reservoirs and Standpipes	101,633	80,592	21,041
331	Transmission and Distribution Mains	860,757	860,757	-0-
333	Services	20,369	20,497	(128)
334	Meters and Meter Installations	69,194	53,386	15,808
335	Hydrants	5,313	3,953	1,360
336	Backflow Prevention Devices	168	16	152
339	Other Plant and Misc. Equipment	-0-	-0-	-0-
340	Office Furniture and Equipment	4,702	3,433	1,269
341	Transportation Equipment	9,903	1,955	1,269
343	Tools, Shop and Garage Equipment	14,788	6,047	8,741
344	Laboratory Equipment	-0-	-0-	-0-
345	Power Operated Equipment	7,227	4,337	2,890
346	Communication Equipment	-0-	-0-	-0-
347	Miscellaneous Equipment	-0-	-0-	-0-
348	Other Tangible Plant	-0-	-0-	-0-
	<b>TOTALS</b>	<b>1,191,679</b>	<b>1,086,991</b>	<b>104,688</b>

This amount goes on the Balance Sheet Acct. No. 108

**COMPANY NAME**      White Mountain Lake Estates, Inc.

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	-0-		-0-
302	Franchises	-0-		-0-
303	Land and Land Rights	32,841	0%	-0-
304	Structures and Improvements	23,114	5%	1,156
307	Wells and Springs	16,639	5%	-0-
311	Pumping Equipment	25,031	5%	1,252
320	Water Treatment Equipment	-0-	0%	-0-
330	Distribution Reservoirs and Standpipes	101,633	5%	5,082
331	Transmission and Distribution Mains	860,757	5%	-0-
333	Services	20,369	5%	1,018
334	Meters and Meter Installations	69,194	5%	3,460
335	Hydrants	5,313	5%	266
336	Backflow Prevention Devices	168	5%	8
339	Other Plant and Misc. Equipment	-0-	5%	-0-
340	Office Furniture and Equipment	4,702	10%	470
341	Transportation Equipment	9,903	5%	495
343	Tools, Shop and Garage Equipment	14,788	10%	1,479
344	Laboratory Equipment	-0-		-0-
345	Power Operated Equipment	7,227	10%	723
346	Communication Equipment	-0-		-0-
347	Miscellaneous Equipment	-0-		-0-
348	Other Tangible Plant	-0-		-0-
	<b>TOTALS</b>	<b>1,191,679</b>		<b>15,408</b>

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
Acct. No. 403.

**COMPANY NAME**

White Mountain Lake Estates, Inc.

**BALANCE SHEET**

<b>Acct .No.</b>		<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 617	\$ 2,239
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	12,607	13,135
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	3,536	2,093
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 16,760	\$ 17,467
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 1,188,699	\$ 1,191,679
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	1,071,581	1,086,989
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 117,088	\$ 104,690
	<b>TOTAL ASSETS</b>	\$ 133,848	\$ 122,157

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 2,380	\$ 2,380
232	Notes Payable (Current Portion)	22,376	
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	9,237	8,325
236	Accrued Taxes	12,454	30,728
237	Accrued Interest	512	
241	Miscellaneous Current and Accrued Liabilities		58
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 46,959	\$ 41,491
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	11,499	12,463
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 11,499	\$ 12,463
	<b>TOTAL LIABILITIES</b>	\$ 58,458	\$ 53,954
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 1,000	\$ 1,000
211	Paid in Capital in Excess of Par Value	488,000	488,000
215	Retained Earnings	( 413,610 )	( 420,797 )
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 75,390	\$ 68,203
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 133,848	\$ 122,157

**COMPANY NAME** White Mountain Lake Estates, Inc.

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$ 193,432	\$ 200,285
460	Unmetered Water Revenue		
474	Other Water Revenues	3,280	2,863
	<b>TOTAL REVENUES</b>	\$ 196,712	\$ 203,148
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	12,016	12,095
618	Chemicals		
620	Repairs and Maintenance	58,800	52,592
621	Office Supplies and Expense	31,777	7,469
630	Outside Services	72,000	101,276
635	Water Testing	4,111	2,120
641	Rents	7,800	7,800
650	Transportation Expenses		
657	Insurance – General Liability	2,302	2,149
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	15,257	15,408
408	Taxes Other Than Income		
408.11	Property Taxes	7,665	7,739
409	Income Tax		58
	<b>TOTAL OPERATING EXPENSES</b>	\$ 211,729	\$ 208,706
	<b>OPERATING INCOME/(LOSS)</b>	\$ ( 15,017 )	\$ ( 5,558 )
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	( 2,766 )	1,630
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ ( 2,766 )	\$ ( 1,630 )
	<b>NET INCOME/(LOSS)</b>	\$ ( 17,783 )	\$ ( 7,187 )



**COMPANY NAME**    White Mountain Lake Estates, Inc.

**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$      8,325

Meter Deposits Refunded During the Test Year

6,822  
\$

<b>COMPANY NAME</b>	White Mountain Lake Estates, INC.
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## **WATER COMPANY PLANT DESCRIPTION**

### **WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-625803	7.5	70	300	6	2	1969
55-625804	7.5	65	185	6	2	1965
55-625805	7.5	65	195	6	2	1964
55-625806	10.0	80	250	6	2	1964
55-625807	40.0	300	650	14	6	1967

\* Arizona Department of Water Resources Identification Number

### **OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
15	3	4	
20	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
60,000	1	1,000	1
212,000	1	2,000	3
		3,000	1

**COMPANY NAME**      White Mountain Lake Estates, INc.

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2	PVC	2,200
3	PVC	1,700
4	PVC	3,723
5		
6	PVC	48,925
8		
10		
12		
2	CIP	2,579
3	DIP	15,990
4	ACP	57,877

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	560
3/4	
1	3
1 1/2	
2	2
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	1
Tubo 6	

**For the following three items, list the utility owned assets in each category.**

**TREATMENT EQUIPMENT:**

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**STRUCTURES:**

Well Site #1 Fencing and Booster Pump Building  
 #2 Fencing and Booster Pump Building  
 #3 Fencing  
 #4 Vault - houses well, boost pump, sump pump and presuure tank  
 #5 Fenciing, boosterpump building and well house  
 212,000 gal storage tank site with booster pump building and fencing

**OTHER:**

Hand Tools, traffic signs, barricades, lights, generator, backhoe  
 sump pumps, storage parts truck

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COMPANY NAME: White Mountain Lake Estates, Inc.

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	557	1,853,930	2,516,600
FEBRUARY	556	1,580,760	2,744,800
MARCH	558	1,522,450	1,874,500
APRIL	559	1,628,350	2,356,300
MAY	556	2,208,580	3,027,900
JUNE	561	3,544,880	4,235,900
JULY	560	4,635,590	5,596,800
AUGUST	551	5,281,820	5,176,100
SEPTEMBER	562	3,320,710	3,752,800
OCTOBER	563	3,248,320	2,950,000
NOVEMBER	566	2,338,492	2,837,200
DECEMBER	562	1,780,138	2,350,800
TOTAL			39,419,700

**Is the Water Utility located in an ADWR Active Management Area (AMA)?**

( ) Yes (X) No

**Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?**

( ) Yes (X) No

Well  
1 < 0.002  
2 < 0.002  
3 < 0.002  
4 < 0.002  
5 < 0.002

**If yes, provide the GPCPD amount:** \_\_\_\_\_ N/A

**What is the level of arsenic for each well on your system.** \_\_\_\_\_ mg/l

*(If more than one well, please list each separately.)*

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

**COMPANY NAME** White Mountain Lake Estates, Inc. **YEAR ENDING 12/31/2003**

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 799.03

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Security Enhanced Document, Not for Distribution

WHITE MOUNTAIN LAKE ESTATE, INC.

2742

908-537-7583  
P.O. BOX 90880  
WHITE MOUNTAIN LAKE, AZ 85912

31-178/1271 AZ  
8595

DATE 11-31-83

ONLY  
TO THE  
ORDER OF

*Mountain Lake Camp Trust*

\$ 799<sup>03</sup>/<sub>100</sub>

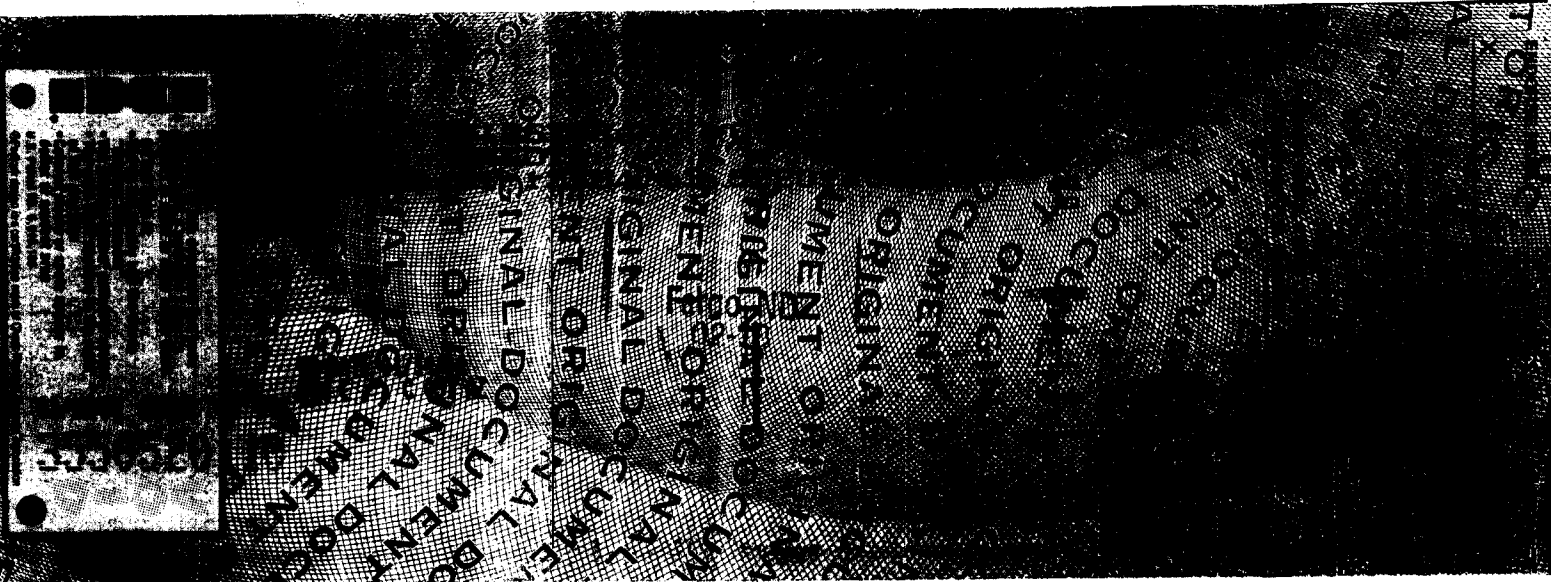
*Mountain Lake Camp Trust*

DOLLARS

200 19 600  
600  
600  
21 376  
28 62  
207

*[Signature]*

00027420 121221019061 000758399317 0000000000



**COMPANY NAME** White Mountain Lake Estates, Inc.

**YEAR ENDING 12/31/2003**

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	( 6,169 )
Estimated or Actual Federal Tax Liability	-0-

State Taxable Income Reported	( 6,169 )
Estimated or Actual State Tax Liability	58

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	-0-
Amount of Gross-Up Tax Collected	-0-
Total Grossed-Up Contributions/Advances	-0-

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
**SIGNATURE**

12-06-04  
**DATE**

Lemuel S. Cook

**PRINTED NAME**

President

**TITLE**

# RECEIVED

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

DEC 07 2004

AZ Corporation Commission  
Director Of Utilities

**VERIFICATION**

STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME) <u>Navajo</u>
NAME (OWNER OR OFFICIAL) TITLE <u>Lemuel S. Cook</u>
COMPANY NAME <u>White Mountain Lake Estates, Inc.</u>

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2003</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 215,540

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 12,392

IN SALES TAXES BILLED, OR COLLECTED

**\*\*REVENUE REPORTED ON THIS PAGE MUST  
INCLUDE SALES TAXES BILLED OR  
COLLECTED. IF FOR ANY OTHER REASON,  
THE REVENUE REPORTED ABOVE DOES NOT  
AGREE WITH TOTAL OPERATING REVENUES  
ELSEWHERE REPORTED, ATTACH THOSE  
STATEMENTS THAT RECONCILE THE  
DIFFERENCE. (EXPLAIN IN DETAIL)**


Lemuel S. Cook  
SIGNATURE OF OWNER OR OFFICIAL  
928 537-8168  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 1st DAY OF

COUNTY NAME <u>Navajo</u>	
MONTH <u>December</u>	<u>2004</u>

MY COMMISSION  OFFICIAL SEAL  
KATHLEEN S. SANDOVAL  
Notary Public - State of Arizona  
NAVAJO COUNTY  
My Commission Expires 12-31-05

Kathleen S. Sandoval  
SIGNATURE OF NOTARY PUBLIC



**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

**RECEIVED**

DEC 07 2004

AZ Corporation Commission  
Director Of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

(COUNTY NAME) Navajo	
NAME (OWNER OR OFFICIAL) Lemuel S. Cook	TITLE President
COMPANY NAME White Mountain Lake Estates, Inc.	

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

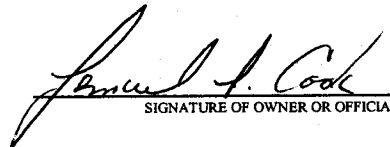
ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 215,540

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 12,392

IN SALES TAXES BILLED, OR COLLECTED

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

  
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

1st

DAY OF

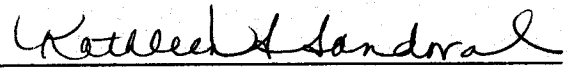


(SEAL)

MY COMMISSION EXPIRES

OFFICIAL SEAL  
KATHLEEN S. SANDOVAL  
Notary Public - State of Arizona  
NAVAJO COUNTY  
My Commission Expires 12-31-05

NOTARY PUBLIC NAME Kathleen S. Sandoval	
COUNTY NAME Navajo	
MONTH December	2004

X   
SIGNATURE OF NOTARY PUBLIC